

**INDITEX, S.A.**  
**INTERIM NINE MONTHS 2008 RESULTS**

(1 February to 31 October 2008)

- **Net Sales in local currencies and constant perimeter increase by 14%. Net sales reach €7,353 million, 11% higher than 3Q07.**
  
- **Gross profit reaches €4,235 million, 12% higher. Gross margin is 57.6%.**
  
- **Operating cash flow (EBITDA) rises to €1,545 million, 5% higher.**
  
- **Operating income (EBIT) comes to €1,132 million, 2% higher.**
  
- **Net income reaches €843 million (€136 cents per share), 2% higher.**

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This document contains forward-looking statements. All statements other than statements of historical fact included herein, including, without limitation, those regarding our financial position, business strategy, management plans and objectives for future operations are forward-looking statements. Any such forward-looking statements are subject to risk and uncertainty and thus could differ materially from actual results.

Some of these risks include, amongst others, ongoing competitive pressure in the sector, consumer tastes and spending trends, economic, political, regulatory and trade conditions in the markets where the INDITEX Group is present or in the countries where the Group's products are manufactured or distributed.

The risks and uncertainties that could affect the forward-looking statements are difficult to predict. The company assumes no obligation to publicly revise or update its forward-looking statements in the case of unexpected changes, events or circumstances that could affect them. Given the uncertainties of forward-looking statements, we caution readers not to place undue reliance on these statements.

For a discussion of these and other factors that may affect forward looking statements and the INDITEX Group's business, financial conditions and results of operations, see the documents and information communicated by the company to the Comisión Nacional del Mercado de Valores (*the Spanish Securities Commission*).

The contents of this disclaimer should be taken into account by all persons or entities.

## 1. Profit & loss statement

<b>Grupo Inditex</b>			
Interim Nine Months 2008 profit & loss statement			
<i>Million euros</i>			
	3Q 2008 (*)	3Q 2007 (*)	Var % 08/07
Net sales	7,353	6,633	11%
Cost of sales	(3,118)	(2,843)	
	<b>4,235</b>	<b>3,789</b>	<b>12%</b>
	<i>Gross margin</i> 57.6%	<i>Gross margin</i> 57.1%	
Operating expenses	(2,680)	(2,325)	15%
Other net operating income (losses)	(9)	10	
	<b>1,545</b>	<b>1,475</b>	<b>5%</b>
	<i>EBITDA margin</i> 21.0%	<i>EBITDA margin</i> 22.2%	
Amortisation and depreciation	(414)	(360)	15%
	<b>1,132</b>	<b>1,114</b>	<b>2%</b>
	<i>EBIT margin</i> 15.4%	<i>EBIT margin</i> 16.8%	
Financial results	(16)	2	
Results from companies consolidated by equity method	0	(3)	
	<b>1,116</b>	<b>1,114</b>	
	<i>EBT margin</i> 15.2%	<i>EBT margin</i> 16.8%	
Taxes	(264)	(284)	
	<b>851</b>	<b>830</b>	<b>3%</b>
	<i>Net income</i> 11.6%	<i>Net income</i> 12.5%	
Minorities	8	5	
	<b>843</b>	<b>825</b>	<b>2%</b>
	<i>Net income attributable to the controlling company</i> Net income margin 11.5%	<i>Net income attributable to the controlling company</i> Net income margin 12.4%	
	<b>Earnings per share, cents of euro (**)</b>	<b>136</b>	<b>133</b>
			<b>2%</b>

(\*) Unaudited data  
(\*\*) Shares for EPS calculation 621 million for 2008 and 2007.

## 2. Consolidated Balance sheet

<b>Grupo Inditex</b>		
<b>Consolidated Balance Sheet as of 31 October 2008</b>		
<i>Million euros</i>		
	<b>31 October 2008 (*)</b>	<b>31 October 2007 (*)</b>
<b><u>ASSETS</u></b>		
<b>CURRENT ASSETS</b>	<b>2,658</b>	<b>2,244</b>
Cash & cash equivalents	816	717
Receivables	521	445
Inventories	1,157	1,027
Other	163	55
<b>NON CURRENT ASSETS</b>	<b>4,517</b>	<b>3,999</b>
Tangible assets	3,480	3,055
Intangible assets	678	613
Financial investments	27	32
Other	333	298
<b>TOTAL ASSETS</b>	<b>7,175</b>	<b>6,243</b>
<b><u>TOTAL LIABILITIES &amp; SHAREHOLDERS' EQUITY</u></b>		
<b>CURRENT LIABILITIES</b>	<b>2,289</b>	<b>2,059</b>
Payables	2,016	1,858
Financial debt	273	201
<b>NON CURRENT LIABILITIES</b>	<b>480</b>	<b>402</b>
Financial debt	18	37
Deferred taxes	146	97
Other	316	268
<b>SHAREHOLDERS' EQUITY</b>	<b>4,405</b>	<b>3,782</b>
Equity attributable to the Group	4,380	3,763
Minority interests	25	19
<b>TOTAL LIABILITIES &amp; SHAREHOLDERS' EQUITY</b>	<b>7,175</b>	<b>6,243</b>
(*) Unaudited data		

## 3. Comments:

### 3.1 P&L account

#### - Net sales

Sales growth in local currencies and constant perimeter has been 14%. Net sales reached €7,353 million, a 11% increase over 3Q07, due both to the increase in selling area and to like-for-like sales.

The breakdown of openings and existing stores at the end of the period is the following:

Concept	Net openings		Total stores	
	3Q 2008	3Q 2007	31 Oct 2008	31 Oct 2007
ZARA	132	140	1,493	1,315
PULL & BEAR	46	44	565	511
MASSIMO DUTTI	33	20	459	419
BERSHKA	60	54	570	487
STRADIVARIUS	60	53	441	357
OYSHO	69	64	359	265
ZARA HOME	32	36	236	188
UTERQÜE	24	-	24	-
<b>Total</b>	<b>456</b>	<b>411</b>	<b>4,147</b>	<b>3,542</b>

#### - Gross Margin

Gross profit increased 12% to reach €4,235 million, 57.6% on sales (vs. 57.1% in 3Q07).

#### - Operating income (EBIT)

EBIT in 3Q08 reached €1,132 million, 2% higher than in 3Q07. In constant perimeter EBIT grows by 3%.

Operating expenses include all the start-up costs for new openings (essentially leases and salaries paid for stores that are not yet open).

**- Net income**

The breakdown of financial results is shown below:

<b>Million euros</b>	<b>3Q 2008</b>	<b>3Q 2007</b>
Net financial income (losses)	9	8
Foreign exchange gains (losses)	(25)	(6)
<b>Total</b>	<b>(16)</b>	<b>2</b>

The tax rate for 3Q08 is the best estimate for FY2008 according to current information.

Net income increases to €843 million, 2% higher. In constant perimeter Net income grows by 4%.

## 3.2 Balance sheet

The consolidated balance sheet of INDITEX maintains the negative operating working capital, a consequence of the business model, and shows a positive net financial position.

The net financial position is shown in the table below:

<b>NET FINANCIAL CASH (DEBT) (Million euros)</b>		
	<b>31 October 2008</b>	<b>31 October 2007</b>
Cash & cash equivalents	816	717
Current financial debt	(273)	(201)
Non current financial debt	(18)	(37)
<b>NET FINANCIAL CASH (DEBT)</b>	<b>525</b>	<b>480</b>

The table below shows the breakdown of working capital at 3Q08:

<b>WORKING CAPITAL (Million euros)</b>		
	<b>31 October 2008</b>	<b>31 October 2007</b>
Inventories	1,157	1,027
Receivables	521	445
Payables	(2,016)	(1,858)
<b>Operating working capital</b>	<b>(338)</b>	<b>(387)</b>

## 4. Other information

The six weeks since the beginning of the 4Q08 show similar growth patterns to those of the 3Q08.

The Autumn-Winter season is influenced significantly by the performance over the Christmas period and after-Christmas sales, due to their important sales volumes.

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The Results for the Full Year 2008 (1 February – 31 January) will be published on 25 March 2009.

*For more information:*

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